

**CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE)
LIMITED**

ABN 96 058 401 175

ANNUAL REPORT
FOR THE PERIOD FROM 30 OCTOBER 2018 TO 28 OCTOBER 2019

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

ANNUAL REPORT
FOR THE PERIOD FROM 30 OCTOBER 2018 TO 28 OCTOBER 2019

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PRESIDENT'S REPORT

In last year's report I stated, "The 2017/18 financial year was to say the least, a challenge"; having said that I need to say that 2018/19 has been an ongoing struggle and we have recorded a loss of \$438,932.

For the financial year just passed, we contributed a combined total of \$997,092 in various taxes, levies and fees (all taxes in reality). This is broken up as Tax on Turnover (\$930,000), Problem Gambling Assistance Fund (\$32,700), Problem Gambling Levy (\$6,700) and the 'new kid on the block'; the Chief Ministers Charitable Fund (\$6,700). In addition, we have again made Community Contributions at a rate that is slightly above the legislated amount.

Due to the tight finances, work around the Club was undertaken to maintain amenities'. Further upgrades of our facilities are planned in the years ahead to ensure that our members and guests are ensured of a high quality product whenever visiting the club.

In continuing our commitment to supporting Rugby League in the district we were again the major sponsor for the Woden Weston Rams for both male and female, senior and junior teams. Another important part of this support is the assistance provided to ACT Schools Rugby League, allowing them to compete in the various national championships. The Raiders had a successful year, unfortunately falling at the last hurdle, but we are proud to be an integral part of the overall structure. I should point out that one of the key objectives of the club is to support Women's Rugby League and it is pleasing to see the Raiders very keen in obtaining a licence in an expanded NRLW competition in 2021.

The ClubsACT awards in late October saw the Club awarded with Best Customer Service and I wish to publically state how proud I am of all our staff in being recognised with this accolade.

Our General Manager, Allison Stanhope and every single member of the team have done, and continue to do, a fantastic job. I know the clear majority of our members and guests appreciate what you do.

I would like to say thank you to my fellow board members. Your continued support, advice and counsel is greatly appreciated and valued. As I have said on many occasions, it is an ongoing challenge and your obligation to the wellbeing of the club is beyond reproach. Finally, a heartfelt thank you to ALL our members. You are the reason we exist and I, along with the rest of the board, our management team and staff, never take it for granted.



Max Mercer
President

9 December 2019

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED

ABN 96 058 401 175

DIRECTORS' REPORT

Your directors present this report on Canberra Raiders Leagues Club (Southside) Limited (the company) for the financial year ended 28 October 2019.

Directors

The names of each person who has been a director during the year and to the date of this report are:

Director - Position	Occupation	Experience Years	Directors' Meetings (12)	
			No. eligible to attend	No. attended
A Richardson - Director	Scientist	9	12	9
D Tuckerman - Director	Retired	6	12	9
D Furner - Director	Manager	20	12	5
S Hawkins - Director	Manager	10	12	8
M Mercer - Chairman	Manager	26	12	10
Y Gillett - Director	Retired	1	12	10
J Mercer - Director	IT Engineer	2	12	11

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal Activities

The principal activity of the company during the course of the financial year was that of a licensed club. Operations comprised the running of Licensed Club facilities, the provision of member services and the fostering and promotion of the game of Rugby League Football. The company expects to maintain the present status and level of operations.

Short-term and Long-term Objectives and Strategies

The objectives of the company are to provide a licenced club facility for members and guests, and to promote Rugby League in the ACT & elsewhere in Australia. The Loss for the financial year ended 28 October 2019 was \$434,782 (2018: profit \$131,717) and the gross gaming revenue (GGR) including GST was \$4,721,660 (2018: \$5,077,225). During the year \$163,734 (excluding GST) was donated to Rugby League (2018: \$209,500).

Key Performance Measures

The company measures its own performance through the use of both quantitative and qualitative benchmarks. The benchmarks are used by the directors to assess the financial sustainability of the company and whether the company's short-term and long-term objectives are being achieved.

Performance is reviewed continuously by the executive management and on a monthly basis by the directors.

The entity is incorporated under the *Corporations Act 2001* and is an entity limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$4 each towards meeting any outstanding obligations of the entity. At 28 October 2019, the company has 12,571 members (2018: 12,510).

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 28 October 2019 has been received and can be found on page 4 of the financial report.

This directors' report is signed in accordance with a resolution of the Board of Directors.



Director

Dated this 17 day of DECEMBER 2019.



**Building a better
working world**

Ernst & Young
121 Marcus Clarke Street
Canberra ACT 2600 Australia
GPO Box 281 Canberra ACT 2601

Tel: +61 2 6267 3888
Fax: +61 2 6246 1500
ey.com/au

Auditor's Independence Declaration to the Directors of Canberra Raiders Leagues Club (Southside) Limited

As lead auditor for the audit of Canberra Raiders Leagues Club (Southside) Limited for the period from 30 October 2018 to 28 October 2019, I declare to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink that reads "Ernst + Young".

Ernst & Young

A handwritten signature in black ink that reads "Ben Tansley".

Ben Tansley
Partner

17 December 2019

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD FROM 30 OCTOBER 2018 TO 28 OCTOBER 2019

	Note	2019 \$	2018 \$
Revenue	2	7,624,261	7,365,884
Employee benefits expense		(2,614,790)	(2,307,722)
Depreciation expense		(891,891)	(800,493)
Promotional expenses		(666,364)	(531,916)
Gaming machine expenses		(1,113,142)	(1,125,519)
Cost of goods sold		(899,329)	(814,176)
Sales and service expenses		(240,211)	(262,802)
Gifts and donations		(634,344)	(496,752)
Administration expenses		(1,003,122)	(894,787)
(Deficit) / surplus before income tax		(438,932)	131,717
Income tax expense		-	-
(Deficit) / surplus attributable to members of the entity		(438,932)	131,717
Other comprehensive income		-	-
Total comprehensive (deficit) / income attributable to members of the entity		(438,932)	131,717

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM 30 OCTOBER 2018 TO 28 OCTOBER 2019

	Retained Surplus \$
Balance at 31 October 2017	7,414,483
Surplus attributable to members	131,717
Balance at 29 October 2018	7,546,201
Balance at 30 October 2018	7,546,201
(Deficit) attributable to members	(438,932)
Balance at 28 October 2019	7,107,269

The accompanying notes form part of and should be read in conjunction with these financial statements.

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

STATEMENT OF FINANCIAL POSITION
AS AT 29 OCTOBER 2019

	Note	2019 \$	2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	883,234	1,015,935
Trade and other receivables		10,971	41,925
Inventories		53,999	48,968
Prepayments		87,186	97,816
Other assets		4,445	-
TOTAL CURRENT ASSETS		<u>1,039,835</u>	<u>1,204,644</u>
NON-CURRENT ASSETS			
Property, plant and equipment	4	2,296,404	2,319,076
Investment Property	5	4,529,281	4,616,542
Intangibles	6	330,000	180,000
Other assets		44,316	34,673
TOTAL NON-CURRENT ASSETS		<u>7,200,001</u>	<u>7,150,291</u>
TOTAL ASSETS		<u>8,239,836</u>	<u>8,354,935</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	494,109	407,994
Employee benefits provisions	8	169,506	120,300
TOTAL CURRENT LIABILITIES		<u>663,615</u>	<u>528,294</u>
NON-CURRENT LIABILITIES			
Other payables	7	36,989	-
Employee benefits provisions	8	6,963	5,441
Borrowings	9	425,000	275,000
TOTAL NON-CURRENT LIABILITIES		<u>468,952</u>	<u>280,441</u>
TOTAL LIABILITIES		<u>1,132,567</u>	<u>808,735</u>
NET ASSETS		<u>7,107,269</u>	<u>7,546,201</u>
EQUITY			
Retained surplus		7,107,269	7,546,201
TOTAL EQUITY		<u>7,107,269</u>	<u>7,546,201</u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
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STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 30 OCTOBER 2018 TO 28 OCTOBER 2019

	Note	2019 \$	2018 \$
OPERATING ACTIVITIES			
Receipts in the course of operations		8,282,482	8,027,173
Payments in the course of operations		(6,203,501)	(5,315,499)
Gaming machine tax paid		(917,559)	(991,228)
Net GST remitted to the ATO		(322,524)	(354,833)
Gifts and donations		(184,344)	(496,752)
Interest received		5,820	9,257
Net cash flows from operating activities		<u>660,374</u>	<u>878,118</u>
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(823,903)	(807,330)
Proceeds from sale of property, plant and equipment		30,828	38,479
Purchase of gaming machine licences		(150,000)	-
Net cash (used in) investing activities		<u>(943,075)</u>	<u>(768,851)</u>
FINANCING ACTIVITIES			
Proceeds of related party loans		150,000	-
Net cash from financing activities		<u>150,000</u>	<u>-</u>
Net (decrease) / increase in cash held		(132,701)	109,267
Cash and cash equivalents at beginning of financial year		<u>1,015,935</u>	<u>906,668</u>
Cash and cash equivalents at end of financial year	3	<u>883,234</u>	<u>1,015,935</u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 30 OCTOBER 2018 TO 28 OCTOBER 2019

Note 1. Statement of Significant Accounting Policies

Corporate Information

The financial statements are for Canberra Raiders Leagues' Club (Southside) Limited (the Company) as an individual entity. Canberra Raiders Leagues' Club (Southside) Limited is a not-for-profit company limited by guarantee, incorporated and domiciled in Australia.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions to which they apply. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards-Reduced Disclosure Requirements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs. The amounts presented in the financial statements have been round to the nearest dollar.

The financial statements were authorised for issue on 18 December 2018 by the directors of the company.

Accounting Policies

a) Income Tax

The *Income Tax Assessment Act 1997 (Amended)* provides that under the concept of mutuality, Clubs are only liable for income tax derived from non-members and outside entities.

Deferred tax balances resulting from temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amount for financial reporting purposes for the Company are attributable to prepayments, property, plant and equipment, accrued expenses and employee leave provisions. No deferred tax assets or liabilities arising from the above items have been recognised on the basis that they are not material.

The Company has accumulated tax losses for 2018 for which no deferred tax asset has been recognised. The deferred tax associated with the loss will only be realised in the future in the event of sufficient taxable profits being available to utilise tax losses, subject to loss recoupment rules.

b) Inventories

Inventories are measured at the lower of cost and net realisable value.

c) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks and short-term deposits with a maturity of three months or less.

d) Investment Property

Investment property comprises a freehold office complex held to generate long-term rental yields. The Company classifies the lease on the property as operating leases as substantially all the risks and rewards of ownership of the property have not transferred to the lessee. Rental income from operating leases is recognised on a straight line basis over the lease term. Accrued rent is recognised on the period it is earned.

Depreciation

Investment property (excluding land) is depreciated on a straight line basis over the property's estimated useful life commencing from the time the property is held ready for use.

The depreciation rates used for investment property range between 2.5% - 33%.

e) Property, Plant and Equipment

All property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

In the event the carrying amount of property, plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses recognised in the statement of comprehensive income.

Depreciation

Fixed assets are depreciated on either a straight line or diminishing value basis (where the impact is materially consistent with the straight line method and better reflects the consumption of the service potential of the asset) over the asset's useful life commencing from the time the asset is held ready for use. Building improvements are depreciated over the shorter of either the unexpired lease term or the estimated useful lives of the improvements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 30 OCTOBER 2018 TO 28 OCTOBER 2019

Note 1. Statement of Significant Accounting Policies (continued)

e) Property, Plant and Equipment (continued)

The depreciation rates used for each class of depreciable asset are:

Class of Fixed Asset	Depreciation Rate
Building Improvements	2.5% - 8%
Plant & Equipment	5% - 100%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income.

f) Financial Instruments

Initial Recognition and Measurement

Apart from investment properties, all of the Company's assets and liabilities are financial instruments.

Financial instruments are initially recognised at fair value, when contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below. Fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Where available, quoted prices in a active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Classification and Subsequent Measurement

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Company's business model for managing them. All of the Company's other financial instruments are classified and subsequently measured at amortised cost. The Company applies a simplified approach to calculating expected credit losses (ECL's) for financial assets held at amortised cost by recognising a loss allowance based on lifetime ECL's at each reporting date.

Amortised cost is calculated as:

- (i) the amount at which the financial asset or financial liability is measured at initial recognition;
- (ii) less principal repayments;
- (iii) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and
- (iv) less any reduction for impairment.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the Company no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expired. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed is recognised in the statement of comprehensive income.

g) Impairment of Non Financial Assets

At the end of each reporting period, the entity assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (e.g. in accordance with the revaluation model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

h) Employee Benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the net present value of the estimated future cash flows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

i) Revenue

Services revenue from gaming activities represents the net difference between gaming wins and losses and is recognised when it is probable the economic benefits will flow to the Company and can be reliably measured. Sales revenue from bar and catering activities is recognised upon provision of the goods to the customer.

Interest revenue is recognised using the effective interest rate method.

Refer to note 1(d) for accounting policies relating to rental income.

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 30 OCTOBER 2018 TO 28 OCTOBER 2019**

Note 1. Statement of Significant Accounting Policies (continued)

j) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

k) Intangibles

Intangible assets are initially measured at cost and tested annually for impairment. If any indication of impairment exists, an estimate for the asset's recoverable amount is calculated. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

The intangible assets, which relate to gaming machine licences held by the Company, are considered to have indefinite useful lives and accordingly are not amortised.

l) Comparative Figures

Where required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

m) Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

n) Critical Accounting Estimates and Judgments

The directors estimates and judgements, where appropriate, are incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

o) New Accounting Standards and Interpretations

(i) Changes in accounting policy and disclosures.

The accounting policies adopted are consistent with those of the previous financial year. All new standards, amendments to standards and interpretations issued by the Australian Accounting Board that are applicable to the current reporting period have been adopted and none have had a material impact on the entity.

	2019	2018
	\$	\$
Note 2. Revenue and Other Income		
Revenue		
Sales Revenue	2,368,549	2,182,307
Gaming Revenue	4,266,304	4,640,258
Rental income	544,705	531,931
Total revenue	<u>7,179,558</u>	<u>7,354,496</u>
Other income		
Interest received	5,820	9,257
Other income	-	76
Profit on disposal of non-current assets	438,883	2,055
Total other income	<u>444,703</u>	<u>11,388</u>
Total revenue and other income	<u>7,624,261</u>	<u>7,365,884</u>
Gross Gaming Revenue (including GST) for period ended 28 October 2019 was \$4,721,660 (2018: \$5,077,225).		
Future Rental Income from Non-cancellable Leases		
- not longer than 12 months	322,445	322,445
- between 12 months and 5 years	564,278	886,722
- greater than 5 years	-	-
	<u>886,722</u>	<u>1,209,167</u>

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 30 OCTOBER 2018 TO 28 OCTOBER 2019

	2019	2018
	\$	\$
Note 3. Cash and Cash Equivalents		
Current		
Cash at bank and on hand	883,234	1,015,935
Note 4. Property, Plant and Equipment		
Buildings		
Building Improvements - at cost	854,953	830,703
Less: Accumulated depreciation	(637,801)	(583,538)
Total buildings	217,152	247,165
Plant and Equipment		
Plant and Equipment - at cost	6,534,782	7,055,994
Less: Accumulated depreciation	(4,455,530)	(4,984,083)
Total plant and equipment	2,079,252	2,071,911
Total property, plant & equipment	2,296,404	2,319,076

Movements in carrying amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and end of the current financial year:

	Building Improvements	Plant & Equipment	Total
	\$	\$	\$
2019			
Balance at the beginning of the year	247,165	2,071,911	2,319,076
Additions	24,250	799,653	823,903
Disposals	-	(41,945)	(41,945)
Depreciation expense	(54,263)	(750,367)	(804,630)
Carrying amount at the end of the year	217,152	2,079,252	2,296,404

	2019	2018
	\$	\$
Note 5. Investment property		
Investment property - at cost	5,683,622	5,683,622
Less: Accumulated depreciation	(1,154,341)	(1,067,080)
	4,529,281	4,616,542

Movements in carrying amounts

Movement in the carrying amount for the investment property between the beginning and end of the current financial year:

	Investment Property	Total
	\$	\$
2019		
Balance at the beginning of the year	4,616,542	4,616,542
Depreciation expense	(87,261)	(87,261)
Carrying amount at the end of the year	4,529,281	4,529,281

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 30 OCTOBER 2018 TO 28 OCTOBER 2019**

Note 6. Intangibles

Poker machine licences - at cost	<u>330,000</u>	<u>180,000</u>
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Management have assessed the intangibles for impairment and believe that no impairment loss is required to be recognised in 2019. No disposals of intangibles occurred during the period.

	Poker Machine Licence	Total
	\$	\$
2019		
Balance at the beginning of the year	180,000	180,000
Additions	<u>150,000</u>	<u>150,000</u>
Carrying amount at the end of the year	<u>330,000</u>	<u>330,000</u>

Note 7. Trade and Other Payables

Current

Trade payables	167,444	150,047
Other creditors and accrued expenses	<u>326,665</u>	<u>257,947</u>
	<u>494,109</u>	<u>407,994</u>

Non-current

Rent accrual	<u>36,989</u>	<u>-</u>
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Note 8. Provisions

Current

Employee benefits	<u>169,506</u>	<u>120,300</u>
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Non-current

Employee benefits	<u>6,963</u>	<u>5,441</u>
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Note 9. Borrowings

Non-Current

Borrowings	<u>425,000</u>	<u>275,000</u>
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The loan has been provided by Queanbeyan Leagues' Club Limited. There is no requirement to make any reductions in this loan during the next twelve months. Interest is payable on commercial terms at the lender's discretion. No interest was charged during the period. The investment property has been pledged as security for the loan.

Note 10. Contingent Liabilities and Contingent Assets

As at 28 October 2019 there were no known contingent assets or contingent liabilities (2018: \$Nil). The Company has granted a charge over all present and acquired property in relation to all monies owing now and in the future to Westpac Banking Corporation (Westpac). The Company has also granted other charges in the ordinary course of business over its commercial property in relation to goods supplied by the secured party from time to time including poker machines, gas supplies, ATM and EFTPOS machines, bar and catering supplies and related equipment.

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 30 OCTOBER 2018 TO 28 OCTOBER 2019

Note 11. Events After the Reporting Period

The Directors are not aware of any significant events since the end of the reporting period that would require disclosure or adjustment to these financial statements.

Note 12. Number of Members

The total members of the company as at 28 October 2019 was 12,571. This was broken down as follows:

Life Members	1
Foundation Members	23
Full Members	12,547

Note 13. Key Management Personnel Disclosure

a) Key management personnel compensation

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel.

The total remuneration paid or payable to key management personnel (KMP) of the company during the year are as follows:

	2019	2018
	\$	\$
Total remuneration	<u>369,428</u>	<u>496,202</u>

Total remuneration to KMP in 2018 also includes the payout of leave entitlements accrued to resigning staff.

b) Executive remuneration

The *Gaming Machine Act 2004* requires executive remuneration above the prescribed amount of \$150,000 to be reported in the financial statements. During the year there was 1 executive who received total remuneration of between \$200,000 - \$250,000.

The Company throughout the past financial year has examined its requirements to publish and report on benefits in compliance with its statutory obligations under the *Gaming Machine Act 2004*. The following amounts are benefits according to section 54(1)(d) of the *Gaming Machine Act 2004*:

Benefit and provider (if provided by an entity other than the Company)	Purpose	Recipient of benefit	Value of benefit (GST incl) \$	Cost to Club (GST incl) \$
Canberra Raiders Memberships	Group Networking	3 Directors & 2 Managers	3,438	1,527
NRL finals tickets	Group Networking	3 Directors & 2 Managers	2,805	2,805
Tickets to the Meninga Medal Presentation Night	Group Networking	2 Directors	1,000	1,000
ClubsACT dinner & awards night	Group Networking	3 Directors	960	960
Staff Christmas parties & farewells	Staff Morale	Company staff	4,491	4,491
State of Origin tickets - Scientific Gaming	Supplier Networking	1 Manager	230	-
Dinner function at Annual Gaming Expo - Queanbeyan Leagues Club	Group Networking	2 Managers	240	-
Golf day - Aristocrat Gaming Technologies	Supplier Networking	1 Manager	125	-
Womens' Networking Trip - United Technology Services	Supplier Networking	1 Manager	1,200	-
Customer Forum - International Gaming Technology	Supplier Networking	1 Manager	330	-

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 30 OCTOBER 2018 TO 28 OCTOBER 2019

Note 14. Contractual Arrangements and Consultancies

The following is a list of entities to whom payments were made for \$100,000 or more during the financial year.

a) Payments to government

ACT Gambling & Racing Commission	\$ 908,139	Australian Taxation Office	\$ 810,916
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b) Payments for goods and services received during the year (GST incl)

ACTEWAGL	\$ 215,268	Cold Seas	\$ 179,369
Aristocrat Technologies Australia Pty Ltd	\$ 308,152	Encore Cleaning Services	\$ 114,350
Australian Liquor Marketers Pty Ltd	\$ 135,601	IGT (Australia) Pty Ltd	\$ 107,250
Canberra District Rugby League	\$ 117,396	Queanbeyan Leagues Club	\$ 252,500
Canberra Trademen's Union Club Ltd	\$ 165,000	Security Manpower (ACT)	\$ 161,622
Carlton United Brewers Pty Ltd	\$ 312,674		

c) Payments made to further the objects of the club. These objects are to promote, conduct and develop the sport of rugby league football (GST incl)

Canberra District Rugby League	\$ 540,200
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Note 15. Other Related Party Transactions

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other persons unless otherwise stated.

a) Ultimate Controlling Entity

The ultimate controlling entity of the company is Queanbeyan United Rugby League Football Club Inc.

b) Transactions with Related Parties

During the year the company received \$150,000 (2018: \$Nil) in loans from Queanbeyan Leagues Club Limited. Fees for management services of \$165,000 (2018: \$162,000) were paid to Queanbeyan Leagues Club Limited and fees of \$10,200 (2018: \$17,550) were received from Restaurant 57 Pty Limited. During the year the company made no gifts (2018: \$300,000) to the CRTA Trust. In addition, grants and gifts of \$532,000 (GST excl) (2018: \$128,000) were made to Canberra District Rugby League Football Club Limited. During the period the Company paid no rent (2018: \$nil) for the premises from which it operates to Canberra District Rugby League Football Club Limited. Other than minor reimbursements, the company did not pay or receive any other amounts from related entities during the year.

Note 16. Company Details

The registered office and principal place of business of the Company is:

Canberra Raiders Leagues' Club (Southside) Limited
10 Heard Street
MAWSON ACT 2607

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

DIRECTORS' DECLARATION

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 5 to 14, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*; and
 - (b) give a true and fair view of the financial position of the company as at 28 October 2019 and of the performance for the period ended on that date.
2. In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director



Dated this 17 day of December 2019.



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Ernst & Young
121 Marcus Clarke Street
Canberra ACT 2600 Australia
GPO Box 281 Canberra ACT 2601

Tel: +61 2 6267 3888
Fax: +61 2 6246 1500
ey.com/au

Independent Auditor's Report to the Members of Canberra Raiders Leagues Club (Southside) Limited

Opinion

We have audited the financial report of Canberra Raiders Leagues Club (Southside) Limited (the Company), which comprises the statement of financial position as at 28 October 2019, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the period from 30 October 2018 to 28 October 2019, notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the Company's financial position as at 28 October 2019 and of its financial performance for the period ended on that date; and
- b) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



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- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Ernst + Young

Ernst & Young

Ben Tansley

Ben Tansley
Partner
Canberra

17 December 2019

Canberra Raiders Leagues' Club Limited trading as The Mawson Club
Audited Community Purpose Contribution Statement

CLUB REVENUE	1 July 2019 - 28 October 2019
GROSS GAMING MACHINE REVENUE (GGMR) [Total after deducting players' winnings (excluding linked jackpots) and any amount set aside under a linked-jackpot arrangement for the payment of jackpot payouts]	1,694,053
24% OF GGMR	406,573
GAMING MACHINE TAX LIABILITY (tax payable under section 159 of the Act)	330,751
TOTAL NET GAMING MACHINE REVENUE (NGMR)	956,729
VALUE OF PAYMENTS TO THE GAMBLING HARM PREVENTION AND MITIGATION FUND (GHPMF) (0.75% OF GGMR)	12,705
COMMUNITY PURPOSE CONTRIBUTIONS (CPC)	1 July 2019 - 28 October 2019
VALUE OF CLAIMED CPCs OTHER THAN CONTRIBUTION OF 0.75% OF GGMR TO THE GHPMF	67,473
TOTAL VALUE OF CLAIMED COMMUNITY PURPOSE CONTRIBUTIONS	80,178
CLAIMED MONETARY COMMUNITY PURPOSE CONTRIBUTIONS AS A % OF NGMR	8.27%
CLAIMED COMMUNITY PURPOSE CONTRIBUTIONS AS A % OF NGMR	8.38%
REQUIRED COMMUNITY PURPOSE CONTRIBUTIONS (8% of NGMR)	76,538
EXCESS/(DEFICIT) OF CLAIMED COMMUNITY PURPOSE CONTRIBUTIONS COMPARED TO REQUIRED CONTRIBUTIONS	3,640
VALUE OF CONTRIBUTIONS TO REGISTERED POLITICAL PARTIES AND THEIR ASSOCIATED POLITICAL ENTITIES	-

The Club has engaged with our community purpose contribution recipients since 1 July 2019 to ensure that all parties are aware of the amended rules relating to community purpose contributions. The Club has worked closely with the recipients to ensure that the amount of community purpose contributions provided are able to be acquitted against eligible costs.

The Club requires that community purpose contribution recipients either sign a Community Purpose Contribution Agreement (which stipulates what grant monies can and cannot be used for, outlines the process of grant acquittal and outlines the process of reporting back to the Club after the fact) or satisfies the Club through alternate means as to how funds were applied.

Due to the timing of the legislation change in relation to our financial year, the transitional reporting period only covers from 1 July 2019 to 28 October 2019. The community purpose contributions for this transitional period had already been committed prior to the legislation changes and as such no community engagement was entered into for this period. The club is in the process of formulating a proper engagement process.

SUMMARY OF TOTAL CLAIMED

CATEGORY	TOTALS FOR CATEGORY	MONETARY FOR CATEGORY	IN-KIND FOR CATEGORY
SUPPORTING A CHARITABLE CAUSE	-	-	-
PROVIDING RECREATION OPPORTUNITIES	-		
PROVIDING EDUCATION OPPORTUNITIES	-		
IMPROVING SOCIAL INCLUSION, EQUALITY OR CULTURAL DIVERSITY	-		
BENEFITTING OR INCREASING PARTICIPATION IN COMMUNITY SPORT	61,487.47	60,413.38	1,074.09
PREVENTING OR MITIGATING HARM CAUSED BY DRUG OR ALCOHOL MISUSE OR DEPENDENCE	-		
BENEFITTING OR INCREASING PARTICIPATION IN WOMEN'S SPORT (ADJUSTED)	5,985.13	5,985.13	-
PROVIDING RELIEF OR ASSISTANCE TO PEOPLE LIVING IN AUSTRALIA FOLLOWING A NATURAL DISASTER	-		
PAYMENT TO THE GAMBLING HARM PREVENTION AND MITIGATION FUND (GHPMF) (0.75% OF GGMR)	12,705.40	12,705.40	N/A
TOTAL CLAIMED (INCLUDING PAYMENTS TO GHPMF)	80,178.00	79,103.91	1,074.09
POLITICAL	-		

Canberra Raiders Leagues' Club Limited trading as The Mawson Club
Audited Community Purpose Contribution Statement

CATEGORY - BENEFITTING OR INCREASING PARTICIPATION IN SPORT

DATE	RECIPIENT	PURPOSE	AMOUNT MONETARY (\$)	AMOUNT IN-KIND (\$)
9/07/2019	ACT Schoolboys Rugby League	Launch and presentation of ACT Schoolboys jumpers - under 15's		524.55
30/07/2019	ACT Schoolboys Rugby League	Launch and presentation of ACT Schoolboys jumpers - under 17's		515.45
4/09/2019	Woden Valley Rams Rugby League Football Club	Meeting room hire		34.09
30/09/2019	Woden Valley Rams Rugby League Football Club	Merchandise costs	931.82	
30/09/2019	Woden Valley Rams Rugby League Football Club	Merchandise costs	6,271.41	
20/09/2019	Woden Valley Rams Rugby League Football Club	Funding (committed to in March 2019) for Woden Valley Rams Rugby League costs for the 2019 season (other than men's professional teams) for: Bank fees Canteen supplies Coaching fees DVD expense Insurance & registrations Clothing / uniforms Ladies League Tag Merchandise expenses Nomination fees & competition expenses Physiotherapy CDRL membership Referees expenses Strapping supplies	99.96 7,852.66 2,707.24 784.68 6,211.66 4,494.85 1,690.98 4,209.16 873.81 1,899.23 833.00 3,247.86 4,793.90	
11/07/2019	Canberra District Rugby League Football Club Limited	Monthly funding support (committed to in November 2018) for running costs in relation to administering the Canberra Region Rugby League programs, for both junior and senior male participants (excluding men's professional teams)	6,755.58	
18/10/2019	Canberra District Rugby League Football Club Limited	Monthly funding support (committed to in November 2018) for running costs in relation to administering the Canberra Region Rugby League programs, for both junior and senior male participants (excluding men's professional teams)	6,755.58	
Sub Total for benefitting or increasing participation in sport			60,413.38	1,074.09
TOTAL FOR BENEFITTING OR INCREASING PARTICIPATION IN SPORT				61,487.47

**Canberra Raiders Leagues' Club Limited trading as The Mawson Club
Audited Community Purpose Contribution Statement**

CATEGORY - BENEFITTING OR INCREASING PARTICIPATION IN WOMEN'S SPORT

DATE	RECIPIENT	PURPOSE	AMOUNT MONETARY (\$)		AMOUNT IN-KIND (\$)	
			ACTUAL AMOUNT	ADJUSTED AMOUNT	ACTUAL AMOUNT	ADJUSTED AMOUNT
11/07/2019	Canberra District Rugby League Football Club Limited	Monthly funding support (committed to in November 2018) for running costs in relation to administering the Canberra Region Rugby League programs, for both junior and senior female participants (excluding men's professional teams)	2,244.43	2,992.57	-	-
18/10/2019	Canberra District Rugby League Football Club Limited	Monthly funding support (committed to in November 2018) for running costs in relation to administering the Canberra Region Rugby League programs, for both junior and senior female participants (excluding men's professional teams)	2,244.43	2,992.57	-	-
Sub Total for benefitting or increasing participation in women's sport			4,488.85	5,985.13	-	-
TOTAL FOR BENEFITTING OR INCREASING PARTICIPATION IN WOMEN'S SPORT						5,985.13

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF CANBERRA RAIDERS LEAGUES CLUB (SOUTHSIDE) LIMITED

Scope

We have audited the Community Purpose Contribution Statement for the Canberra Raiders Leagues Club (Southside) Limited club venue comprising of: The Mawson Club, for the period 1 July 2019 to 28 October 2019. The Club's directors are responsible for the community purpose contribution statement and have determined that the reporting policies used which form the statement for the club venue are consistent with the community purpose contribution reporting requirements of *the Gaming Machine Act 2004 (Act)*. We have conducted an independent audit of the community purpose contribution statement in order to express an opinion on it to the members and stakeholders of the Canberra Raiders Leagues Club (Southside) Limited. No opinion is expressed as to whether the reporting policies used are appropriate to the needs of the members.

We disclaim any assumption of responsibility for any reliance on this report to any person other than the members, or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the community purpose contributions statement. These procedures have been undertaken to form an opinion whether, in all material respects, the community purpose contribution statement is presented fairly in accordance with the requirements of *the Gaming Machine Act 2004 (Act)*.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the community purpose contribution statement for The Mawson Club presents fairly in accordance with the requirements of *the Gaming Machine Act 2004 (Act)* for the period of 1 July 2019 to 28 October 2019.



Robert Bogdanoski, CA
Principal

9 December 2019

